

ISDA Uniform Settlement Agreement (USA) FAQ

The questions below are intended for participants in the CDS market who have questions regarding the purpose of and how to sign the Uniform CDS Settlement Agreement (the "USA") for Idearc Inc.

What is a uniform settlement agreement?

A uniform settlement agreement is a contract signed by the major dealers and the clients with whom they have a large number of transactions, immediately after the credit event occurs and publicly available information is available. The parties to the USA each agree that a credit event notice and notice of publicly available information are deemed to have been validly delivered for all covered credit derivatives transactions referencing the relevant entity.

Why is a uniform settlement agreement necessary?

Signing a USA avoids the operational burden of having to send notices between the most active participants in the CDS market. This significantly reduces the overall number of notices that must be sent. In the context of loan-only CDS, signing the Uniform Settlement Agreement will allow parties to ensure that relevant loan-only CDS transactions of the relevant designated priority will be covered transactions in an auction.

What is the deadline for signing up to the USA agreement mentioned above?

4pm New York time, Friday, April 3.

How do I sign up?

Each firm wishing to sign up to the USA for Idearc should email a copy of the signature page, completed with the full legal name of each entity signing and a signature for each entity, no later than ***4pm New York time, Friday April 3, 2009***.

Signature pages must be emailed to ***EACH OF*** the following addresses:

Jane.Shlimovich@allenoverly.com

Latasha.Cardona@allenoverly.com

Piya.Mehra@allenoverly.com

Sandra.Sanchez@allenoverly.com

Please do not email signature pages to ISDA. On Friday evening Allen & Overy will circulate to each entity that has agreed to sign a USA the full list of entities that have signed that USA.

When completing the USA signature page, parties are requested to include DTCC account numbers in addition to the full legal name of the entity signing, in order to assist in identifying counterparties who have signed.